

Calculation Of Transfers: Tax Reduction Fund

June 30, 2002
(Amounts in thousands)

This statement is prepared pursuant to Chapters 29 of the Massachusetts General Laws, as amended. It is prepared on the statutory basis of accounting and presents information contained in the official books and accounting records of the Commonwealth. Supporting information is presented in individual schedules, as indicated, and in the Financial Section of this report.

The computation is as follows:

Part 1: Comparison of Stabilization Fund, after current fiscal year transfers,
to 10% of Budgeted Revenues and Other Financial Resources:

Undesignated Fund Balance in the Stabilization Fund.....	\$ 881,771
Allowable Stabilization Balance (per Schedule C).....	<u>2,117,492</u>
Stabilization Fund Excess, if any, transferable to Tax Reduction Fund.....	<u>\$ -</u>

Part 2: Status of Stabilization Fund after transfers:

Stabilization Fund Balance.....	\$ 881,771
Transfer to Tax Reduction Fund.....	<u>-</u>
Stabilization Fund Balance after transfer to Tax Reduction Fund.....	<u>\$ 881,771</u>

Part 3: Status of Tax Reduction Fund after transfers:

Tax Reduction Fund Balance.....	\$ -
Transfers from Stabilization Fund.....	<u>-</u>
Tax Reduction Fund Balance after transfers.....	<u>\$ -</u>

Schedule A
FY2002 Tax Revenues By Revenue Class and
Calculation of Allowable Net Surplus
June 30, 2002
(Amounts in thousands)

Alcoholic Beverages.....	\$ 65,356
Banks: Commercial and Savings.....	137,028
Cigarette.....	274,997
Corporations.....	586,743
Deeds.....	140,031
Estate and Inheritance.....	200,547
Income.....	7,912,934
Insurance.....	347,645
Motor and Special Fuels.....	666,751
Public Utilities.....	88,486
Room Occupancy.....	123,306
Sales and Use.....	3,695,874
Club Alcoholic Beverages.....	571
Motor Vehicle Excise.....	86
Convention Center Surcharges.....	10,502
Community Preservation.....	42,451
State Racing.....	6,856
Beano	5,065
Raffles and Bazaars.....	846
DOI Excess and Surplus Lines.....	13,031
Boxing.....	28
UI Surcharge.....	22,198
 FY 2002 State Tax Revenue.....	 14,341,331
 0.5% of Total Tax Revenue.....	 71,707
 Allowable Consolidated Net Surplus	 <hr/> <hr/> \$ 71,707

This schedule is prepared on the statutory basis of accounting. It presents tax revenues as reported in the governmental funds of the Commonwealth. It differs from the schedule of tax collections prepared by the Comptroller, Commissioner of Revenue and State Auditor for calculations in accordance with Chapter 62F, of the General Laws as amended.

Schedule B
Calculation of Capital Project Fund Transfer

June 30, 2002
(Amounts in thousands)

Maximum Allowable Transfer Amount:

A: Consolidated Net Surplus available for transfer.....	\$	-
B: Maximum based on 20% of Consolidated Net Surplus.....	\$	<u>-</u>
C: Fund Deficits - Capital Project Funds.....	\$	<u>994,987</u>

Lower of the 40% of the Consolidated Net Surplus or
sum of fund deficits in the Capital Project Funds at year end..... \$ -

Amount Transferred by the Comptroller..... \$ -

Schedule C
Calculation of Cap on Stabilization Fund

June 30, 2002
(Amounts in thousands)

Total Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds.....	\$ 23,049,348
Elimination of budgetary interfund activity (per Schedule D).....	<u>(1,874,431)</u>
Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds.....	<u>\$ 21,174,917</u>
Allowable Stabilization Fund - Balance, 10% of Budgeted Revenue.....	<u>\$ 2,117,492</u>

Calculation of Stabilization Fund Transfers as defined by Mass General Laws Chapter 29 section 5c as most recently amended by Chapter 300 of the Acts of 2002.

Schedule D
Detail of Elimination of Budgetary Inter Fund Activity

June 30, 2002
 (Amounts in thousands)

Adjustments to Revenues:

Transfers to Intragovernmental Services Fund.....	\$ (115,226)
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Adjustments to Other Financing Sources and Uses:

Transfer from Transitional Escrow Fund.....	(579,215)
Fringe Assessed to Budgeted Funds.....	(53,267)
Stabilization Transfers	(1,030,000)
Transfer from Revenue Maximization Fund to General Fund.....	(6,602)
Transfer from General Fund to Children's and Seniors' Health Fund.....	(36,952)
Transfer from Voting Equipment Loan Fund to General Fund.....	(1,397)
Transfer from Intragovernmental Services Fund to General Fund.....	(1,112)
License Plates.....	(1,735)
MWRA Debt Service Reimbursement.....	(10,342)
Transfer from General Fund and Transitional Aid for Needy Families Fund to Caseload Increase Mitigation Fund.....	(4,878)
Transfer from Tax Reduction Fund to General Fund	(33,605)
Miscellaneous	(100)

Elimination of Budgetary Interfund Activity	<hr/> <hr/> \$ (1,874,431)
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